

## State of Utah

## Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

April 10, 2007

Cotter Corporation Mr. Glen Williams 28151 DD Road P.O. Box 700 Nucla, Colorado 81424

Subject: REMINDER Escalated Surety Due - \$117,300.00, Cotter Corporation,

Papoose Mine, M/037/084, San Juan County, Utah

Dear Mr. Williams:

This letter serves as a reminder that the escalated surety increase of \$117,300.00 is due April 15, 2007. Ms. Beth Ericksen has had a conversation with Mr. Gus Gaviotis regarding the reclamation contract addendum and details about the surety rider. To date, the Division has not received any documents or further inquiry. Please contact Ms. Beth Ericksen, Division Minerals Surety Coordinator, and advise the status of this escalation amount. She can be reached at (801) 538-5318 or bethericksen@utah.gov.

Thank you to your prompt attention to this important permitting requirement.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Haddork

SMW:BE;pb #1 Attachment:

cc: John Blake, SITLA, ML45609 Doug Jensen, DOGM Beth Ericksen, DOGM

Mr. Gus Gaviotis, 7800 E Dorado Place Suite 210 Greenwood Village CO 80111 P:\GROUPS\MINERALS\WP\M037-SanJuan\M0370084-Papoose\final\reminderbond-escalfinal.doc